

AGENDA



Thursday, November 29, 2007

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION****Item No. 36**

Subject: Authorize award and execution of a 24-month requirements service contract with AARON CONCRETE CONTRACTORS, LP (MBE/MH), Austin, TX, for the milling of hot mix asphaltic concrete pavement in an estimated amount not to exceed \$159,000, with two 12-month extension options in an estimated amount not to exceed \$79,500 per extension option, for a total estimated contract amount not to exceed \$318,000.

Amount and Source of Funding: Funding in the amount of \$66,250 is available in the Fiscal Year 2007-2008 Operating Budget of the Public Works Department, Street and Bridge Division. Funding for the remaining 14 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Roy Rivers, Buyer II / 974-6434

Purchasing Language: Sole bid received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9C of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

This contract establishes an annual service agreement for milling services, which includes personnel and equipment for the Street and Bridge Division, Public Works Department. Services include the milling of hot mix asphaltic concrete and transport of milled material to various Public Works locations. The milled material will be utilized by the Street & Bridge Division for street rehabilitation paving projects located within the City of Austin limits. These services supplement the City's milling operations when City crews need assistance to meet the demand or time constraints.

Street milling is accomplished by the operation of a machine that grinds a layer of up to two inches of asphalt off of an existing road. After the milling, a new layer of hot mix asphalt concrete pavement is applied to the road. The loose milled material is reused for street repairs.

The contract for milling services will be used to allocate major project resources in the following maintenance operations:

- a. Larger utility cuts (Water and Wastewater sewer and main water line repairs)
- b. Spot repairs (spot road repairs)
- c. Overlay operations (lay a new driving surface over an existing surface)
- d. Street rehabilitation projects (street resurfacing)

The contract will provide the Street & Bridge Division with the flexibility to increase scheduled street maintenance.

MBE/WBE solicited: 1/0

MBE/WBE bid: 1/0

IFB No. RDR002

PRICE ANALYSIS

- a. Sole bid. Other potential bidders were contacted and five companies stated they do not provide these type services and, or that they chose not to bid due to their current workload and fuel costs. One vendor stated that they use Aaron Concrete Contractor LP when they need these services.
- c. The pricing offered represents a 1.3% increase to the last contract award in July 2004.

APPROVAL JUSTIFICATION

- a. Sole bid received. Aaron Concrete Contractors, LP was also the successful respondent for the previous contract.
- b. The Purchasing Office concurs with the Public Works Department's recommended award.
- c. Advertised in the Austin American-Statesman and on the Internet.